

## Message Text

LIMITED OFFICIAL USE

PAGE 01 MANILA 04893 290320 Z

67

ACTION TRSE-00

INFO OCT-01 EA-11 ADP-00 AID-20 EB-11 NSC-10 RSC-01

CIEP-02 SS-15 STR-08 OMB-01 CEA-02 CIAE-00 COME-00

FRB-02 INR-10 NSAE-00 XMB-07 OPIC-12 LAB-06 SIL-01

NEA-10 IO-12 H-02 L-03 PRS-01 PA-03 USIA-12 RSR-01

AF-10 ARA-11 EUR-25 /210 W  
----- 060047

P 290138 Z APR 73

FM AMEMBASSY MANILA

TO SECSTATE WASHDC PRIORITY 4807

LIMITED OFFICIAL USE MANILA 4893

MANILA USDEL ADB ANNUAL MEETING

E. O. 11652: ADS, DECLAS 4-28-74

TAGS: EAID, EFIN

SUBJ: SIXTH ANNUAL MEETING OF ASIAN DEVELOPMENT BANK

### 1. SUMMARY

ASIAN DEVELOPMENT BANK GOVERNORS MEETING CONCLUDED APRIL 28 AFTER (1) ADOPTION RESOLUTION LOOKING TOWARD ESTABLISHMENT OF NEW ASIAN DEVELOPMENT FUND FOR CONCESSIONAL LENDING (2) ACCESSION TO MEMBERSHIP OF BURMA AND SOLOMON ISLANDS (3) ELECTION OF NEW BOARD OF DIRECTORS AND (4) COMPLETION ROUTINE BUSINESS. ISSUE OF CONTINUED MEMBERSHIP FOR THE REPUBLIC OF CHINA DID NOT ARISE. QUESTIONS AT VOLCKER PRESS CONFERENCE, AND CORRIDOR COMMENTS FROM MEMBERS OF OTHER DELEGATIONS, INDICATED CONCERN OVER FUTURE OF U. S. ROLE IN ADB AND WHETHER USG DISSATISFIED WITH BANK'S OPERATIONS.

LIMITED OFFICIAL USE

LIMITED OFFICIAL USE

PAGE 02 MANILA 04893 290320 Z

### 2. FOLLOWING TWO SESSIONS OF SPECIAL COMMITTEE ON

ASIAN DEVELOPMENT FUND, GOVERNORS AUTHORIZED IN PRINCIPLE ESTABLISHMENT OF FUND FOR CONCESSIONAL LENDING AND STIPULATED THAT AUTHORIZATION SHALL NOT OBLIGATE ANY MEMBER TO MAKE A CONTRIBUTION. VOLCKER UNDERScoreD LATTER FACT IN BRIEF INTERVENTION WHEN RESOLUTION ADOPTED IN PLENARY. RESOLUTION STRUCTURED TO PERMIT, AS EXCEPTION TO GENERAL RULE, ACCEPTANCE OF CONTRIBUTIONS TIED TO PROCUREMENT OF GOODS AND SERVICES IN THE CONTRIBUTING COUNTRY. ( U. S. , FINLAND AND NEW ZEALAND EXPRESSED INTENTION TO TIE). FURTHER WORK TOWARD SETTING UP FUND WOULD BE DONE BY BOARD OF DIRECTORS, BUT ACTIVE EFFORTS BY DIRECTORS WILL NOT COMMENCE UNTIL U. S. IN POSITION TO INDICATE RESULTS OF CONGRESSIONAL CONSULTATIONS ON U. S. CONTRIBUTION. SUBJECT TO BE AGAIN TAKEN UP IN SEPT. DURING IMF/ IBRD ANNUAL MEETING NAIROBI.

3. FOLLOWING DIRECTORS WERE NOMINATED ON 26 APRIL AND ELECTED ON 27 APRIL:

MR. G. W. VAN DER FELTZ NETHERLANDS  
MR. K. S. ISLAM PAKISTAN  
MR. R. A. KARTADJOEMENA INDONESIA  
MR. B. H. KAY REPUBLIC OF KOREA  
MR. J. W. KEANY AUSTRALIA  
MR. HING KUNTHEL KHMER REPUBLIC  
MR. ALDO PELOSIO ITALY  
MR. WOLF PREUSS FED REP OF GERMANY  
MR. MOHD. YUSOFF RAHIM MALAYSIA  
MR. N. C. SHRIVASTAVA INDIA  
MR. KENZO WADA JAPAN  
MR. ARTEMUS E. WEATHERBEE UNITED STATES

4. CONTENTS OF UNDER SECRETARY VOLCKER'S ADB STATEMENT REPORTED EARLIER. GENERAL REACTION AMONG GOVERNORS WAS VERY FAVORABLE TO STATEMENT AND UNDERSTANDING OF U. S. PRIORITY PROBLEM. ALSO RECEPTIVE TO HIS COMMENTS ABOUT APPROPRIATENESS OF REVIEW OF BANK'S ORGANIZATION AT THIS TIME. SYMPATHY, PARTICULARLY AMONG DEVELOPED MEMBER COUNTRIES, ABOUT NEED FOR POST AUDIT AND AWARENESS, EVEN LIMITED OFFICIAL USE

LIMITED OFFICIAL USE

PAGE 03 MANILA 04893 290320 Z

AMONG DEVELOPING MEMBER COUNTRIES AND BANK MANAGEMENT, THAT THIS MUST COME. IN OTHER STATEMENTS SEVERAL GOVERNORS REFERRED INDIRECTLY BUT CLEARLY TO LACK OF U. S. SPECIAL FUNDS FAILURE TO PARTICIPATE THUS FAR IN ORDINARY CAPITAL INCREASE. AT NEWS CONFERENCE FOLLOWING STATEMENT, VOLCKER REITERATED THAT HIS COMMENTS ON ORGANIZATIONAL REVIEW AND INDEPENDENT POST AUDIT SHOULD NOT BE CONSIDERED AS CRITICAL OF PRESENT OR FORMER BANK MANAGEMENT.

BYROADE

LIMITED OFFICIAL USE  
NMAFVVZCZ

\*\*\* Current Handling Restrictions \*\*\* n/a

\*\*\* Current Classification \*\*\* LIMITED OFFICIAL USE

## Message Attributes

**Automatic Decaptioning:** X  
**Capture Date:** 01 JAN 1994  
**Channel Indicators:** n/a  
**Current Classification:** UNCLASSIFIED  
**Concepts:** n/a  
**Control Number:** n/a  
**Copy:** SINGLE  
**Draft Date:** 29 APR 1973  
**Decaption Date:** 01 JAN 1960  
**Decaption Note:**  
**Disposition Action:** RELEASED  
**Disposition Approved on Date:**  
**Disposition Authority:** golinofr  
**Disposition Case Number:** n/a  
**Disposition Comment:** 25 YEAR REVIEW  
**Disposition Date:** 28 MAY 2004  
**Disposition Event:**  
**Disposition History:** n/a  
**Disposition Reason:**  
**Disposition Remarks:**  
**Document Number:** 1973MANILA04893  
**Document Source:** CORE  
**Document Unique ID:** 00  
**Drafter:** n/a  
**Enclosure:** n/a  
**Executive Order:** n/a  
**Errors:** n/a  
**Film Number:** n/a  
**From:** MANILA  
**Handling Restrictions:** n/a  
**Image Path:**  
**ISecure:** 1  
**Legacy Key:** link1973/newtext/t19730454/aaaaizpw.tel  
**Line Count:** 118  
**Locator:** TEXT ON-LINE  
**Office:** ACTION TRSE  
**Original Classification:** LIMITED OFFICIAL USE  
**Original Handling Restrictions:** n/a  
**Original Previous Classification:** n/a  
**Original Previous Handling Restrictions:** n/a  
**Page Count:** 3  
**Previous Channel Indicators:**  
**Previous Classification:** LIMITED OFFICIAL USE  
**Previous Handling Restrictions:** n/a  
**Reference:** n/a  
**Review Action:** RELEASED, APPROVED  
**Review Authority:** golinofr  
**Review Comment:** n/a  
**Review Content Flags:**  
**Review Date:** 03 DEC 2001  
**Review Event:**  
**Review Exemptions:** n/a  
**Review History:** RELEASED <03-Dec-2001 by shawdg>; APPROVED <21-Dec-2001 by golinofr>  
**Review Markings:**

Declassified/Released  
US Department of State  
EO Systematic Review  
30 JUN 2005

**Review Media Identifier:**  
**Review Referrals:** n/a  
**Review Release Date:** n/a  
**Review Release Event:** n/a  
**Review Transfer Date:**  
**Review Withdrawn Fields:** n/a  
**Secure:** OPEN  
**Status:** <DBA CORRECTED> gwr 980205  
**Subject:** SIXTH ANNUAL MEETING OF ASIAN DEVELOPMENT BANK  
**TAGS:** EAID, EFIN, RP  
**To:** SECSTATE WASHDC  
TRSE  
**Type:** TE  
**Markings:** Declassified/Released US Department of State EO Systematic Review 30 JUN 2005